

BEFORE THE  
POSTAL REGULATORY COMMISSION  
WASHINGTON, D.C. 20268-0001

COMPETITIVE PRODUCT PRICES  
PRIORITY MAIL CONTRACT 274 (MC2017-51)  
NEGOTIATED SERVICE AGREEMENT

Docket No. CP2017-77

**USPS NOTICE OF CHANGE IN PRICES PURSUANT TO  
AMENDMENT TO PRIORITY MAIL CONTRACT 274**  
(October 31, 2017)

The Postal Service hereby provides notice that prices under Priority Mail Contract 274, in the above-captioned proceeding, have changed as contemplated by the contract's terms. A redacted version of the amendment to Priority Mail Contract 274 is provided in Attachment A, and the unredacted amendment is being filed under seal. The amendment will become effective two business days after the day that the Commission completes its review of this filing.

The Postal Service is also filing supporting financial documentation and a certified statement as required by 39 C.F.R. § 3015.5. The certified statement required by 39 C.F.R. § 3015.5(c)(2) is provided in Attachment B. A redacted version of the supporting financial documentation is included with this filing as a separate Excel file. The Postal Service's original application for non-public treatment in this docket is hereby incorporated by reference for the protection of these materials.

Respectfully submitted,

UNITED STATES POSTAL SERVICE

By its attorneys:



Elizabeth A. Reed

475 L'Enfant Plaza, SW  
Washington, D.C. 20260-1137  
(202) 268-3179  
[Elizabeth.A.Reed@usps.gov](mailto:Elizabeth.A.Reed@usps.gov)  
October 31, 2017

**ATTACHMENT A**

**REDACTED AMENDMENT TO PRIORITY MAIL CONTRACT 274**

**AMENDMENT #2**  
**OF**  
**SHIPPING SERVICES CONTRACT**  
**BETWEEN**  
**THE UNITED STATES POSTAL SERVICE**  
**AND**  
  
**REGARDING**  
**PRIORITY MAIL SERVICE**

WHEREAS, the United States Postal Service (the "Postal Service") and   
 ("Customer") entered into a Shipping Services Contract regarding Priority Mail Service, in Priority Mail Contract 274, Docket No. CP2017-77, on December 2, 2016.





WHEREAS, the Parties desire to amend the terms in Sections I.B., I.D. and Table 1 of the Contract.

NOW, THEREFORE, the Parties agree that the Contract is hereby amended as detailed below. The existing Contract remains unchanged in all other respects. This amendment shall become effective two (2) business days following the day on which the Commission issues all necessary regulatory approval.

[Replace Sections I.B., I.D. and Table 1 in its entirety, as follows:]

**I. Terms**

B. This Contract applies to Customer's inbound and outbound packages (collectively "Contract Packages"), as follows:

1. Customer's Priority Mail packages   
;
2. Customer's Priority Mail packages   
 and
3. Customer's Priority Mail Flat Rate Padded Envelopes.

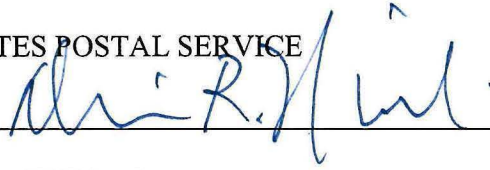
D. The Postal Service will provide Customer with Priority Mail packaging.



IN WITNESS WHEREOF, the Parties hereto have caused this amendment to be duly executed as of the later date below:

UNITED STATES POSTAL SERVICE

Signed by:

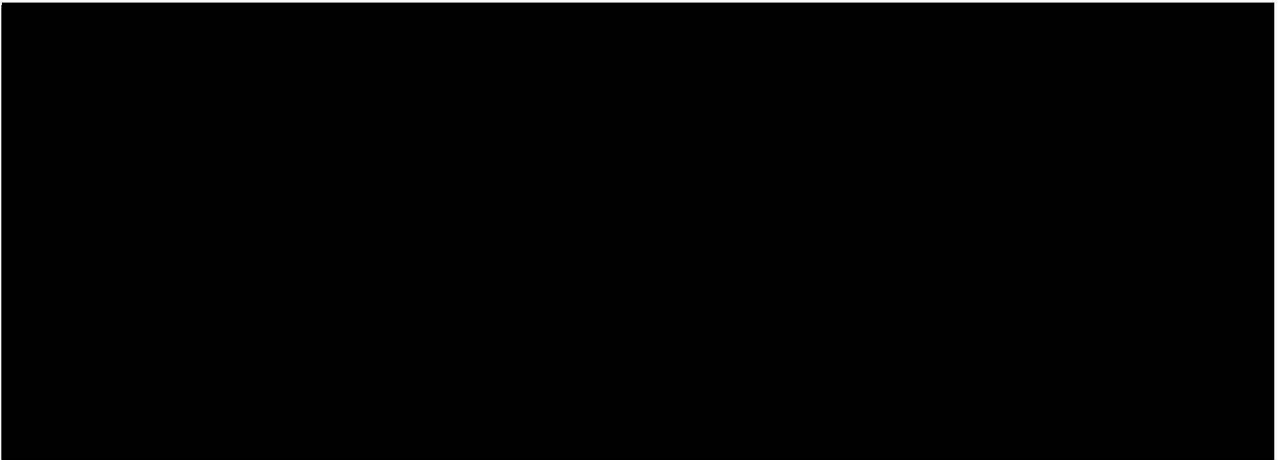


Printed Name: Cliff Rucker

*for* Title: Senior Vice President, Sales and Customer Relations

Date:

10/12/17



**ATTACHMENT B**  
**SIGNED CERTIFICATION**

## **Certification of Prices for Amendment to Priority Mail Contract 274**

I, Steven R. Phelps, Manager, Regulatory Reporting and Cost Analysis, Finance Department, am familiar with the prices and terms for the amendment to Priority Mail Contract 274. The amended prices and terms contained in this Contract were established by the Decision of the Governors of the United States Postal Service on the Establishment of Prices and Classifications for Domestic Competitive Agreements, Inbound International Competitive Agreements, and Other Non-Published Competitive Rates (Governors' Decision No. 11-6).

I hereby certify, based on the financial analysis provided herewith, that the amended prices are in compliance with 39 U.S.C § 3633 (a)(1), (2), and (3). They are expected to cover attributable costs. There should therefore be no subsidization of competitive products by market dominant products. The amended contract should not impair the ability of competitive products on the whole to cover an appropriate share of institutional costs.

**Steven  
Phelps**

Digitally signed by Steven Phelps  
DN: cn=Steven Phelps, o, ou,  
email=steven.r.phelps@usps.gov,  
c=US  
Date: 2017.10.31 08:11:09 -04'00'

---

Steven R. Phelps